# SECOND REGULAR SESSION [P E R F E C T E D]

#### SENATE COMMITTEE SUBSTITUTE FOR

## SENATE BILL NO. 917

### 99TH GENERAL ASSEMBLY

Reported from the Committee on Commerce, Consumer Protection, Energy and the Environment, March 8, 2018, with recommendation that the Senate Committee Substitute do pass.

Senate Committee Substitute for Senate Bill No. 917, adopted March 27, 2018.

Taken up for Perfection March 27, 2018. Bill declared Perfected and Ordered Printed.

ADRIANE D. CROUSE, Secretary.

5851S.02P

### AN ACT

To repeal section 260.242, RSMo, and to enact in lieu thereof one new section relating to coal ash.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Section 260.242, RSMo, is repealed and one new section 2 enacted in lieu thereof, to be known as section 260.242, to read as follows:

260.242. [All fly ash produced by coal combustion generating facilities

shall be exempt from all solid waste permitting requirements of this chapter, if such ash is constructively reused or disposed of by a grout technique in any active or inactive noncoal, non-open-pit mining operation located in a city having a population of at least three hundred fifty thousand located in more than one county and is also located in a county of the first class without a charter form of

7 government with a population of greater than one hundred fifty thousand and

8 less than one hundred sixty thousand, provided said ash is not considered

9 hazardous waste under the Missouri hazardous waste law.] 1. The department

10 shall have the authority to promulgate rules and approve site-specific

11 target levels for the management, closure, and post-closure of coal

12 combustion residual (CCR) units in accordance with this section. As

13 used in this section, "CCR unit" means a surface impoundment, utility

14 waste landfill, or a coal combustion residual landfill. Except as

otherwise provided in this section, such rules shall be as restrictive as,

16 but not more restrictive than, 40 CFR 257, or successor regulations

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17 promulgated under Sections 1008(a)(3) and 4004(a) of the Resource Conservation and Recovery Act, as amended. Such rules shall allow the use of risk-based decision-making and establish target levels for soil and groundwater impacted by CCR constituents. The Missouri risk-20based corrective action (MRBCA) rule, 10 CSR 25-18.010, and 21accompanying guidance shall be used to establish risk-based target 22levels for all CCR constituents to be left in place after closure and post-23closure of a CCR unit. Target levels established under the MRBCA rule 2425and guidance, and contained in plans approved and enforceable by the department, shall apply in lieu of any other soil or groundwater 26standard for the specified contaminants of concern. To the extent there 27is a conflict between this section and sections 644.143 or 644.026, this 28 29 section shall prevail.

- 30 2. No later than December 31, 2018, the department shall promulgate rules applicable to CCR surface impoundments. Nothing in 32 this section shall authorize the department to promulgate rules 33 requiring:
- 34 (1) A construction or operating permit for CCR surface impoundment closure or corrective action; or 35
- 36 (2) Post-closure and groundwater monitoring for CCR surface impoundments that complete closure by removal of coal combustion 37 38 residuals.
- 39 3. No later than December 31, 2018, the department shall amend 40 and promulgate rules applicable to utility waste and CCR 41 landfills. Such rules, including location restrictions and design 42 standards, shall not be more restrictive than those set forth in 40 CFR 257, with the following exceptions: 43
- (1) Each operator or permittee of a utility waste or CCR landfill 44 45 shall provide a financial assurance instrument in such amount and form as prescribed by the department under the authority of sections 46 260.226 and 260.227; and 47
- 48 (2) Construction quality assurance measures for the construction and closure of utility waste or CCR landfills. 49
- 50 4. Until such time as the department has an approved and effective state program under Sections 1008(a)(3) and 4004(a) of the 51 Resource Conservation and Recovery Act, the department has the 52authority to issue guidance and enter into enforceable agreements with

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site owners or operators to establish risk-based target levels, using all or part of the MRBCA program, for closure and corrective action at CCR units. Nothing in this section shall prohibit the department, 56 owners, or operators of CCR units that are exempt from 40 CFR 257 57 from utilizing the MRBCA program. 58

- 5. Beginning January 1, 2019, the department shall require each owner, operator, or permittee of a CCR unit subject to 40 CFR 257 and not permitted as a utility waste landfill, to pay a one-time enrollment fee in the amount of sixty-two thousand dollars per CCR unit for the department's implementation of the state CCR program, except for CCR units having completed closure under 40 CFR 257 prior to December 31, 2018, which are subject to a one-time enrollment fee of forty-eight 66 thousand dollars per unit. Each owner, operator, or permittee of a CCR unit subject to 40 CFR 257 shall pay an annual fee of fifteen thousand dollars per unit for the department's ongoing implementation of the state CCR program. Annual fees shall not be assessed on CCR units 70 that have closed prior to December 31, 2018. Annual fees shall terminate at the end of the CCR unit's post-closure period as long as the CCR unit is not under a requirement to complete a corrective action, or sooner, if authorized by the department.
- 74 6. Notwithstanding the statutory fee amounts set forth in this section to the contrary, beginning January 1, 2024, and every five years 76 thereafter, the department shall conduct a comprehensive review of the 77 program costs and fees assessed under this section in order to evaluate 78 the sufficiency of such fee structure. Such review shall detail the costs incurred in connection with the management and closure of CCR 79 units. Such review shall also include stakeholder meetings in order to 80 solicit stakeholder input from industry representatives and interested parties. Upon completion of the comprehensive review, the department 82 shall submit a report to the general assembly by December of the same 83 year, and shall file a final order of rulemaking setting forth an 84 85 amended fee structure based on the review. Fees established under this section shall not yield revenue greater than the cost of 86 administering this section, and the rules adopted under this section 87 88 shall be adequate to ensure sustained operation of the state CCR 89 program.
  - 7. All fees assessed under this section shall be paid by check or

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- money order made payable to the department, and, unless otherwise required by this section, shall be due on January 1 of each calendar year. Such fees shall be accompanied by a form provided by the department that shall include the following information:
  - (1) The name and address of the CCR unit operator or permittee;
- 96 (2) The reporting period;
- 97 (3) The name of the CCR unit that the fees apply to;
- 98 (4) The status of the CCR unit, being active, inactive, or closed;
- 99 (5) The amount of fees submitted;
  - (6) The signature of CCR unit owner or permittee attesting to the accuracy of the information provided; and
    - (7) The date the form is submitted.
- 103 8. All fees received under this section shall be credited to the "Coal Combustion Residuals Subaccount", which is hereby created, in 104 the solid waste management fund. Moneys in the subaccount shall be 105 used solely by the department for administering the provisions of this 106 107 section. The state treasurer shall be the custodian of the subaccount and may approve disbursements from the fund in accordance with 108 109 sections 30.170 and 30.180. Notwithstanding the provisions of section 33.080 to the contrary, any moneys remaining in the subaccount at the 110 end of the biennium shall not revert to the credit of the general 111 112 revenue fund. The state treasurer shall invest moneys in the fund in the same manner as other funds are invested. Any interest and moneys 114 earned on such investments shall be credited to the subaccount. The 115 department may promulgate rules to ensure and verify that the fees 116 imposed under this section are properly reported and transmitted to 117 the department.
  - 9. Interest shall be imposed on the moneys due the department at the rate of ten percent per annum from the prescribed due date until payment is actually made. Such interest shall be deposited to the credit of the coal combustion residuals subaccount of the solid waste management fund created under subsection 8 of this section.
- 123 10. The department may pursue penalties under 260.240 for 124 failure to timely submit the fees imposed under this section.
- 125 11. The department shall have the right to examine or audit 126 financial resources, CCR unit activity records, and other applicable 127 records to verify the collection and transmittal of the fees established

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in this section. Records shall be made available for inspection by the department upon request. All records required under this section shall be maintained by the operator or permittee of a CCR unit for at least three years, unless extended by the department through written request or automatically extended during the course of any unresolved enforcement action regarding the regulated activity.

134 12. The department of natural resources may promulgate rules to implement the provisions of this section. Any rule or portion of a 135 rule, as that term is defined in section 536.010 that is created under the 136 137 authority delegated in this section shall become effective only if it complies with and is subject to all of the provisions of chapter 536, and, 138 if applicable, section 536.028. This section and chapter 536 are 139 140 nonseverable and if any of the powers vested with the general assembly pursuant to chapter 536, to review, to delay the effective date, or to 141 disapprove and annul a rule are subsequently held unconstitutional, 142 143 then the grant of rulemaking authority and any rule proposed or adopted after August 28, 2018, shall be invalid and void. 144



